

June 09, 2020

Mr. Renuka Wijayawardane
Chief Regulatory Officer
Colombo Stock Exchange
04-01, West Block,
World Trade Centre,
Echelon Square,
Colombo 01

Dear Sir,

DISCLOSURE IN TERMS OF CIRCULAR NO 03-04-2020 OF SOFTLOGIC PLC

We refer to your circulars No 03-04-2020 dated 10th April 2020 and 06-05-2020 dated 14th May 2020 on the extension of timelines for submission of Financial Statements and enforcement action.

Due to the present situation prevailing in the country in the wake of COVID – 19 outbreak, Softlogic Holdings PLC is unable to submit the Interim Financial Statements for the quarter ended 31st March 2020 to the CSE on the due date (31.05.2020) as per the Listing Rules, and would like to disclose the following as indicated in the said circulars of the CSE.

Turnover

Turnover for the year ended 31st March 2020 for the company is Rs. 749Mn (Unaudited), while the turnover for the 4th quarter ended 31st March 2020 is Rs. 174Mn (unaudited)
Consolidated Group Turnover numbers for the Year and 4th quarter ended 31st March 2020 are not available at present due to the long curfews imposed countrywide and the resultant closures of our offices. Our Group being large and diversified further compounds the delay.

Future Outlook

The diversities of our business will enable us to withstand the impact of COVID – 19. We require more time to assess and quantify the impact of COVID-19 on the Groups operations.
We currently see a tapering of the intensity of the pandemic in Sri Lanka, which gives us much hope and confidence. However globally the trajectory of the pandemic is still upwards.
The Softlogic group has implemented short term strategies aimed at maintaining liquidity and keeping our working capital outlays at optimum levels. We continue to strictly monitor our businesses on a weekly basis to ensure their smooth operations.

Message to the Investors

We have advised our Directors, Key Management Personal our other related parties who have access to unpublished price sensitive information to be extremely cautious and to take all precautions in the event any of these parties intend trading during this period of delayed submission of information.

We kindly request our shareholders and other Investors to continue with the same level of confidence with the group.

We intend releasing our financials as soon as possible.

Thanking You.

Yours Sincerely,

SOFTLOGIC HOLDINGS PLC



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Ashok Pathirage
Chairman